WORKSHEET K 60% BUSINESS PRIVILEGE TAX CREDIT 2001 NET PROFITS TAX RETURN	**This is a worksheet only.** **Do not file this worksheet with your return.**

Taxpayers that started business in 2001, begin on Line 2. All other taxpayers begin on Line 1.

1. Enter the amount from Page 1, Line 1 of your 2002 Business Privilege Tax Return	1.	
2. If your business started in 2000 or 2001, enter the amount from Page 1, Line 1 of your 2001 Business Privilege Tax New Start Return	2.	
3. Total of Line 1 and Line 2	3.	
4. Enter 60% of the amount on Line 3. If your entity has corporate members, **STOP HERE** and enter this amount on Page 3, Worksheet D, Line 4	4.	
5. Enter the amount from Page 1, Line 5	5.	
6. Business Privilege Tax credit allowed. Enter the lesser of Line 4 or Line 5 here and on Page 1, Line 6a	6.	

WORKSHEET NR-3 2001 NET PROFITS TAX RETURN	**COMPUTATION OF APPORTIONMENT FACTORS TO BE APPLIED TO APPORTIONABLE NET INCOME OF CERTAIN <u>NON-RESIDENTS</u> OF PHILADELPHIA.**

Calculation of Average Values of Real and Tangible Property Employed in Business:

		COLUMN A OUTSIDE PHILADELPHIA	COLUMN B TOTAL EVERYWHERE
1. Inventories of Raw Materials, Work in Process and Finished Goods.	1.		
2. Land & Building Owned (At original cost)	2.		
3. Machinery & Equipment Owned (At original cost)	3.		
4. Other Tangible Assets Owned (At original cost)	4.		
5. Rented Property (At 8 times the net annual rental)	5.		
6. Total average value of Property used **OUTSIDE PHILADELPHIA**	6.		XXXXXXXXXX
7. Total average value of Property used **EVERYWHERE**	7.	XXXXXXXXXX	

Computation of Apportionment Factors:

Enter the factors on Lines 8C, 9C, 10C, 11 and 12 as a decimal.

8A. Total Average Value of Property outside Philadelphia from Column A, Line 6 above	8A.	
8B. Total Average Value of Property Everywhere from Column B, Line 7 above	8B.	
8C. Out of Philadelphia Property Factor (Line 8A divided by 8B)	8C.	.
9A. Out of Philadelphia Payroll	9A.	
9B. Payroll Everywhere	9B.	
9C. Out of Philadelphia Payroll Factor (Line 9A divided by 9B)	9C.	.
10A. Out of Philadelphia Receipts	10A.	
10B. Gross Receipts Everywhere	10B.	
10C. Out of Philadelphia Receipts Factor (Line 10A divided by 10B)	10C.	.
11. TOTAL FACTORS (Total of Lines 8C, 9C, and 10C)	11.	.
12. AVERAGE OF FACTORS (Line 11 divided by applicable number of factors)	12.	.
13. Enter the amount from Worksheet B, Page 2, Line 4	13.	
14. Multiply Line 13 times Line 12. Enter here and on Worksheet B, Page 2, Line 5	14.	